

## Message Text

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ACTION OPIC-06

INFO OCT-01 NEA-10 ISO-00 SP-02 USIA-06 AID-05 EB-08  
NSC-05 TRSE-00 SS-15 STR-04 OMB-01 CEA-01 CIAE-00  
COME-00 FRB-03 INR-07 NSAE-00 XMB-02 LAB-04  
SIL-01 PA-01 PRS-01 /083 W  
-----281043Z 006609 /21

P 280912Z MAR 77  
FM AMEMBASSY DACCA  
TO SECSTATE WASHDC PRIORITY 4028

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E.O. 11652: N/A  
TAGS: EINV, BG  
SUBJ: BELBAGGO

REF: DACCA 1460 AND PREVIOUS

1. FOLLOWING IS TEXT OF BDG REPLY TO OPIC LETTER (TEXT PER STATE 30903) SENT INDUSTRIES SECRETARY HAQ:  
BEGIN TEXT: MR. ZAINUL ABEDIN, JOINT SECRETARY, NATIONALIZED INDUSTRIES DIVISION, MINISTRY OF INDUSTRIES, SHILPA BHABAN, MOTIJHEEL COMMERCIAL AREA, DACCA-2, 25TH MARCH, 1977, D.O. NO. MI/P-2/76/DC-II/1772, DEAR MR. ROBERTSON, PLEASE REFER TO YOUR LETTER NO. 206 DATED FEBRUARY 14, 1977 REGARDING THE COMPENSATION CLAIM OF OPIC/BELBAGCO.

THE GOVERNMENT OF BANGLADESH HAS ALREADY AGREED IN PRINCIPLE TO REPAIR THE LOSS SUSTAINED BY BELBAGCO ON ACCOUNT OF VESTING OF THE ASSETS OF PAKISTAN FABRICS LTD. IN THE GOVERNMENT OF BANGLADESH UNDER P.O. 16 OF 1972. THE OPIC SHOULD NOT, THEREFORE, FEEL CONCERNED AT THE PROPOSED PLAN OF THE GOVERNMENT TO DISINVEST THE UNIT. THEY SHOULD NOT ALSO FEEL CONCERNED FOR RESOLUTION  
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OF THE ISSUES INDICATED IN THE LETTER OF NOVEMBER 10, 1976 IN VIEW OF THE CLARIFICATIONS FURNISHED ON THE RELATED POINTS BY THIS GOVERNMENT TO THE U.S. EMBASSY ON JANUARY 18, 1977.

AS REGARDS THE AMOUNT OF COMPENSATION TO BE PAID TO BELBGCO/OPIC FOR THEIR LOSS OF ASSETS. IT MAY BE

POINTED OUT THAT PAKISTAN FABRICS LTD. HAD NET ASSETS WORTH TK. 12,52,534/- (TAKA TWELVE LACS FIFTY TWO THOUSAND FIVE HUNDRED AND THIRTY FOUR) ONLY AT THE TIME OF ITS TAKING OVER BY THE GOVERNMENT OF BANGLADESH AS PER BALANCE SHEETS OF THE UNIT PREPARED BY J.U. AHMED & CO. (COPY ENCLOSED).

SINCE BELBAGCO WAS THE ONLY PARTICIPANT IN THE EQUITY OF PFC THE GOVERNMENT OF BANGLADESH ASSURES TO PAY THE ABOVE AMOUNT TO BELBAGCO/OPIC IN BANGLADESH CURRENCY, TO BE MADE AVAILABLE TO THE U.S. GOVERNMENT FOR ITS USE IN THE TERRITORY OF THE GOVERNMENT OF BANGLADESH, AS PER EXCHANGE OF NOTES OF JANUARY, 1975.

THE GOVERNMENT OF BANGLADESH WOULD WELCOME THE REPRESENTATIVE OF THE OPIC AND THE U.S. EMBASSY TO DISCUSS AND RESOLVE THE DIFFERENCES, IF ANY, ON THE ISSUE AT ANY TIME. YOURS SINCERELY, (ZAINUL ABEDIN)

AMENDED BALANCE SHEET AS ON 26TH MARCH, 1972.

FIXED ASSETS: AT COST 1,23,91,428

DEDUCT:DEPRECIATION 60,37,860 63,53,568

UNALLOCATED REVENUE EXPENDITURES --

INVESTMENT --

CURRENT ASSETS:

STOCKS ANDNSTORES 28,97,409

DEBTORS & RECEIVABLES LESS

PROVISION FOR DOUBTFUL DEBTS 4,222

ADVANCES, DEPOSITS ANDNPREPAYMENTS

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LESS PROVISION FOR DOUBTFUL RECOVERIES/

ADJUSTMENTS 3,98,937

CASH AND BANK BALANCES 634 33,01,202

TOTAL ASSETS: 96,54,770

DEDUCT:

CURRENT LIABILITIES:

BANK OVERDRAFT 24,55,882

LIABILITIES FOR:

GOODS 2,24,131

EXPENSES 11,05,308

OTHER FINANCES 4,27,798 42,13,119

LONG TERM LOANS & DEBENTURES 41,89,117 84,02,236

NET ASSETS/DEFICT TAKA 12,52,534

REPRESENTED BY:

SHARE CAPITAL 65,16,100

RESERVE & SURPLUS (52,63,566)

TAKA 12,52,534

J.U. AHMAD & CO.  
CHARTERED ACCOUNTANTS END TEXT

2. AT THE PRESENT EXCHANGE RATE, TAKA 1,252, 534 IS  
THE EQUIVALENT OF DOLS 81,333. AT THE EXCHANGE RATE IN  
FORCE ON MARCH 26, 1972, IT IS THE EQUIVALENT OF ABOUT  
DOLS 165,000.

3. WE WOULD WELCOME THE VISIT OF OPIC ATTORNEY RUFUS  
BROWN (STATE 61035) ANY TIME DURING THE WEEK OF APRIL 10  
OR THEREAFTER CONVENIENT TO OPIC. (NEITHER ECON COUNSELOR  
BORN NOR AID REGIONAL LEGAL ADVISOR ROBERTSON WILL  
BE IN DACCA WEEKNOF APRIL 4). WE ANTICIPATE NO PROBLEM  
IN ARRANGING APPOINTMENTS FOR RUFUS BROWN WITH APPRO-  
PRIATE BDG OFFICIALS FOLLOWING RECEIPT HIS ETA.

MASTERS

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## Message Attributes

**Automatic Decaptoning:** X  
**Capture Date:** 01-Jan-1994 12:00:00 am  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** CLAIMS, COMPENSATION, AGREEMENTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Sent Date:** 28-Mar-1977 12:00:00 am  
**Decaption Date:** 01-Jan-1960 12:00:00 am  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 22 May 2009  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1977DACCA01600  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D770105-0693  
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**Legacy Key:** link1977/newtext/t19770317/aaaaaothr.tel  
**Line Count:** 131  
**Litigation Code IDs:**  
**Litigation Codes:**  
**Litigation History:**  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Message ID:** 33e939b1-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION OPIC  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 3  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 77 DACCA 1460  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 18-Nov-2004 12:00:00 am  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 2980401  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** BELBAGGO  
**TAGS:** EINV, BG, BELBAGCO INC  
**To:** STATE  
**Type:** TE  
**vdkvgwkey:** odbc://SAS/SAS.dbo.SAS\_Docs/33e939b1-c288-dd11-92da-001cc4696bcc  
**Review Markings:**  
Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
22 May 2009  
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